NSC BRITFING

12 July 1955

BACKGROUND--INDIAN RESERVATIONS ON CAMBODIAN WOAP

- I. Concerned that aid is given in order to "promote foreign policy, security and general welfare of US."
- 2. Take issue with statement that Cambodia will endeavor to enhance defensive atrength of "free world." Feel that adherence to "free world" suggests affiliation with a "porticular bloc."
- 3. Concerned that agreement links Cambodia to SEATO.
- 4. Four that clause on tax exemption on material in transit to other countries means arms not needed for its own defense will be introduced into Combodia and will be exported to other Indochina areas in contravention of Geneva agreement.
- 5. Suggest that proposal for disposal of surplus equipment is an admission that more material than needed for local defease will be shipped into Cambodia.

